DEFENSE TRANSPORTATION COORDINATION INITIATIVE (DTCI)



MARINE CORPS TACK-ON 26 April 2007



DTCI

DTCI is a Third Party Logistics (3PL) concept for CONUS wide consolidation and movement of freight across the Military Services and the Defense Logistics Agency.



DTCI CONTRACT

- Three year base with two option years and two award term years
- Firm-Fixed Price with Cost Reimbursement Provisions (Transportation)
- Three Phases
 - Phase I = DLA Depots
 - Phase II = Co-located Service Shippers
 - Phase III = Remaining Service Sites (Nominated by Each Service)
- Two Primary Contract Line Items:
 - Management Services
 - Transportation



DTCI CONTRACT BASIS

- DTCI is a Requirements Contract
 - A requirements contract provides for filling <u>all</u> actual purchase requirements of designated Government activities for supplies or services during a specified contract period, with deliveries or performance to be scheduled by placing orders with the contractor." FAR Part 16 (16.503)
- What this means to you
 - All shipments within the scope of the DTCI contract <u>MUST</u> be offered to the Coordinator
 - Coordinator cannot refuse any load
 - Failure to offer eligible shipments may result in a "dead freight" claim by the Coordinator



DTCI CONTRACT BASIS

- <u>Management Services (CLIN 0001)</u> Services Performed by the Coordinator to Support Daily Management of the Contract to Include:
 - Transportation Service Order Processing
 - Managing Carrier Sub-Contracts
 - Shipment Optimization
 - Carrier Performance Management
 - Shipper Customer Service
- Management Services Also Accommodates Transportation Surge Requirements

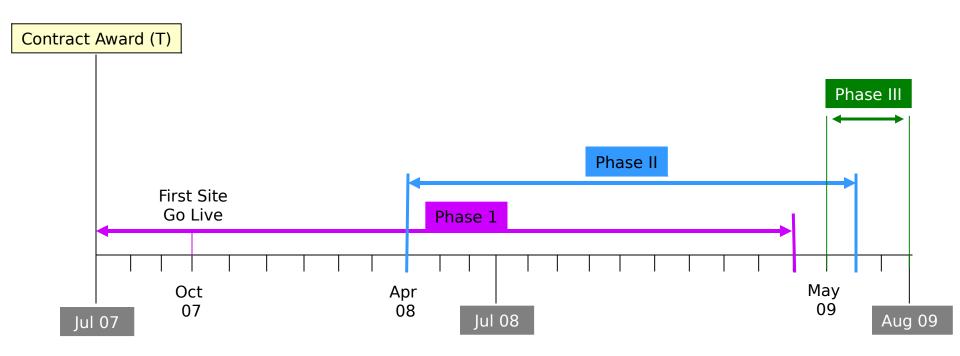


DTCI CONTRACT BASIS

Transportation (CLIN 0002) - Cost
Reimbursement for Direct Transportation
Charges. Documented on the Bill of Lading as a
"Not To Exceed" (NTE) Rate. NTE rates are the
charges <u>BEFORE</u> any shipment consolidation.
DTCI carriers will bill actual charges in
PowerTrack



DTCI PHASES



Phase I = 18 DDC Sites

Phase II = 33 Collocated Service Sites

Phase III = 16 Service Sites